LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

FISCAL IMPACT STATEMENT

LS 7806 NOTE PREPARED: Mar 26, 2007 **BILL NUMBER:** HB 1678 **BILL AMENDED:** Mar 22, 2007

SUBJECT: Regulation of Hospitals.

FIRST AUTHOR: Rep. Brown C

BILL STATUS: 2nd Reading - 2nd House

FIRST SPONSOR: Sen. Miller

FUNDS AFFECTED: X GENERAL IMPACT: State

DEDICATED FEDERAL

<u>Summary of Legislation</u>: (Amended) The bill requires the Health Finance Commission to study the following hospital issues during the 2007 interim of the general assembly: (1) whether the Gary, Indiana acute care hospital would benefit from conversion to governmental hospital; (2) ways in which the state can encourage physicians to practice in certain hospital settings; (3) the manner in which a not-for-profit hospital could be converted to a county or municipal hospital; and (4) federal guidelines concerning county hospitals and intergovernmental transfers.

Effective Date: July 1, 2007.

Explanation of State Expenditures: (Revised) The Health Finance Commission is required by the bill to study certain hospital related issues during the 2007 interim. During the 2006 interim, the Health Finance Commission spent approximately \$7,800 and held two meetings. Legislative Council resolutions in the past have established budgets for interim study committees in the amount of \$16,500 per interim for committees with 16 members or more, such as the Health Finance Commission.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Legislative Council; Legislative Services Agency.

HB 1678+ 1

Local Agencies Affected:

<u>Information Sources:</u> Legislative Services Agency.

Fiscal Analyst: Kathy Norris, 317-234-1360.

HB 1678+ 2